



January 29, 2002

SENATE BILL No. 487

DIGEST OF SB 487 (Updated January 24, 2002 2:02 PM - DI 44)

Citations Affected: IC 6-1.1; noncode.

Synopsis: Assessment of personal property. Provides that the assessed value for property tax purposes of personal property construction in process is ten percent of cost.

Effective: January 1, 2002 (retroactive).

Kenley, Hume, Weatherwax

January 14, 2002, read first time and referred to Committee on Finance.
January 28, 2002, amended, reported favorably — Do Pass.

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SB 487—LS 6872/DI 52+



January 29, 2002

Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2001 General Assembly.

SENATE BILL No. 487

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 6-1.1-3-8.5 IS ADDED TO THE INDIANA CODE
- 2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE
- 3 JANUARY 1, 2002 (RETROACTIVE)]: **Sec. 8.5. (a) For purposes of**
- 4 **this section, "construction in process" means tangible personal**
- 5 **property not placed in service, as defined in rules of the**
- 6 **department of local government finance for the assessment of**
- 7 **personal property of a taxpayer other than a public utility**
- 8 **company (as defined in IC 6-1.1-8-2).**
- 9 **(b) The assessed value of construction in process is ten percent**
- 10 **(10%) of the cost recorded on the taxpayer's books and records**
- 11 **that is attributable to the personal property, including all expenses**
- 12 **incurred in acquiring or producing the personal property.**
- 13 SECTION 2. IC 6-1.1-8-4.5 IS ADDED TO THE INDIANA CODE
- 14 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE
- 15 JANUARY 1, 2002 (RETROACTIVE)]: **Sec. 4.5. (a) For purposes of**
- 16 **this section, "construction in process" means tangible personal**
- 17 **property not placed in service, as defined in rules of the**

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1 department of local government finance for the assessment of
2 personal property of a public utility company.

3 (b) The assessed value of construction in process is ten percent
4 (10%) of the cost recorded on the public utility company's books
5 and records that is attributable to the personal property, including
6 all expenses incurred in acquiring or producing the personal
7 property.

8 SECTION 3. [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]

9 (a) IC 6-1.1-3-8.5 and IC 6-1.1-8-4.5, both as added by this act,
10 apply to assessments for assessment dates after February 28, 2002.

11 (b) This SECTION expires January 1, 2003.

12 SECTION 4. An emergency is declared for this act.

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SENATE MOTION

Mr. President: I move that Senator Hume be added as second author
and Senator Weatherwax be added as coauthor of Senate Bill 487.

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COMMITTEE REPORT

Mr. President: The Senate Committee on Finance, to which was referred Senate Bill No. 487, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, line 6, after "finance" insert **"for the assessment of personal property of a taxpayer other than a public utility company (as defined in IC 6-1.1-8-2)"**.

Page 1, delete lines 11 through 17, begin a new paragraph and insert:
"SECTION 2. IC 6-1.1-8-4.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 4.5. (a) For purposes of this section, "construction in process" means tangible personal property not placed in service, as defined in rules of the department of local government finance for the assessment of personal property of a public utility company.

(b) The assessed value of construction in process is ten percent (10%) of the cost recorded on the public utility company's books and records that is attributable to the personal property, including all expenses incurred in acquiring or producing the personal property."

Page 2, delete lines 1 through 3.

Page 2, line 5, delete "IC 6-1.1-3-8.7" and insert **"IC 6-1.1-8-4.5"**.
 Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 487 as introduced.)

BORST, Chairperson

Committee Vote: Yeas 13, Nays 0.

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